# **SENATE BILL No. 171**

#### DIGEST OF INTRODUCED BILL

Citations Affected: IC 34-55-10-2.

**Synopsis:** Excludes a debtor's child support from levy. Provides that child support owed to a debtor (including arrearages) is not subject to levy upon execution of any final judicial process founded on tort or contract (including bankruptcy).

Effective: July 1, 2002.

## Alexa

January 7, 2002, read first time and referred to Committee on Judiciary.





#### Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

### **SENATE BILL No. 171**

A BILL FOR AN ACT to amend the Indiana Code concerning family law and juvenile law.

Be it enacted by the General Assembly of the State of Indiana:

- SECTION 1. IC 34-55-10-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 2. (a) This section does not apply to judgments obtained before October 1, 1977.
- (b) The following property of a judgment debtor domiciled in Indiana is not subject to levy or sale on execution or any other final process from a court, for a judgment founded upon an express or implied contract or a tort claim:
  - (1) Real estate or personal property constituting the personal or family residence of the judgment debtor or a dependent of the judgment debtor, or estates or rights in that real estate or personal property, of not more than seven thousand five hundred dollars (\$7,500). The exemption under this subsection is individually available to joint judgment debtors concerning property held by them as tenants by the entireties.
  - (2) Other real estate or tangible personal property of four thousand dollars (\$4,000).
  - (3) Intangible personal property, including choses in action (but



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1	excluding debts owing and income owing), of one hundred dollars	
2	(\$100).	
3	(4) Professionally prescribed health aids for the judgment debtor	
4	or a dependent of the judgment debtor.	
5	(5) Any interest that the judgment debtor has in real estate held as	
6	a tenant by the entireties on the date of the filing of the petition	
7	for relief under the bankruptcy code, unless a joint petition for	
8	relief is filed by the judgment debtor and spouse, or individual	
9	petitions of the judgment debtor and spouse are subsequently	
10	consolidated.	
11	(6) An interest, whether vested or not, that the judgment debtor	
12	has in a retirement plan to the extent of:	
13	(A) contributions, or portions of contributions, that were made	
14	to the retirement plan:	
15	(i) by or on behalf of the debtor; and	
16	(ii) which were not subject to federal income taxation to the	
17	debtor at the time of the contribution;	
18	(B) earnings on contributions made under clause (A) that are	
19	not subject to federal income taxation at the time of the	
20	judgment; and	
21	(C) roll-overs of contributions made under clause (A) that are	
22	not subject to federal income taxation at the time of the	
23	judgment.	
24	(7) Money that is in a medical care savings account established	
25	under IC 6-8-11.	
26	(8) The debtor's right to receive child support, including child	
27	support owed but not paid.	
28	(c) The total value of the property exempted under subsection (b)(1)	The state of the s
29	through (b)(3) may not exceed ten thousand dollars (\$10,000).	
30	(d) Real estate or personal property upon which a debtor has	
31	voluntarily granted a lien is not, to the extent of the balance due on the	
32	debt secured by the lien:	
33	(1) subject to this chapter; or	
34	(2) exempt from levy or sale on execution or any other final	
35	process from a court.	

